

May 24, 1999

Summary of Quick Announcement of Consolidated Financial Information  
for the year ended March 31, 1999

Company name: AUTOBACS SEVEN CO., LTD.

Code Number : 9832

Headquarters : Senri Asahi Hankyu Bldg. 5-3 Shinsenrihigashi-machi 1-chome,  
Toyonaka-shi, Osaka, 565-0082 Japan

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Date of the Board of Directors' meeting for approval of Consolidated accounts: May 24, 1999

Stock Exchange Listings: First Section, both of Tokyo and Osaka.

1. Results for the year (April 1, 1998 to March 31, 1999)

(Note: Amounts less than ¥ 1 million have been rounded down)

(1) Results of operations:

(Unit: ¥ million except for per share information)

	Net sales		Operating income		Ordinary income	
	[ % of increase or decrease(-) ]					
Current period	213,489	-0.9%	13,417	0.1%	15,255	2.0%
Previous period	215,350	0.4%	13,402	-25.3%	14,954	-24.7%

	Net income		Net income per	Net income per
	[ % of increase or decrease(-) ]		share primary	share diluted
Current period	7,869	6.2%	¥209.97	-
Previous period	7,407	-26.0%	¥195.34	-

	Net income to		Ordinary income	Ordinary income
	shareholders' equity		to total assets	to net sales
Current period	6.3%		9.1%	7.1%
Previous period	6.2%		9.3%	6.9%

Notes: Equity in loss of affiliates ¥18 million (Previous period ¥79 million)

(2) Financial position:

(Unit: ¥ million, except for per share information)

	Total	Shareholders' equity	Equity	Equity per share
	assets		ratio	
Current period	171,905	128,620	74.8%	¥3,431.59
Previous year	161,828	120,583	74.5%	¥3,217.15

(3) Scope of consolidation and application of equity method:

Number of consolidated subsidiaries 48

(Auto Helloes Co., Ltd., ALFI Finance Limited and 46 others)

Number of non-consolidated subsidiaries -

Number of affiliated companies 3

(Equity method applied to the all: Toyama Drive Limited and 2 others)

(4) Change in accounting policies, etc.

Change in the scope of consolidation and application of equity method as compared with the previous period.

Consolidation Addition Auto Helloes Co., Ltd. and 18 others  
Exclusion -  
Equity method Addition Auto Recycle - Techniques  
Exclusion Union Auto Limited

Change in accounting policies

None.

2. Forecast for this fiscal year (April 1, 1999 to March 31, 2000):

(Unit: ¥ million, except for per share information)

	Net sales	Ordinary income	Net income
Next period	233,000	16,800	9,800

Note: The estimated Net income per share for the next fiscal period is ¥261.46(consolidated)

The estimated Net income per share for the next fiscal period is ¥245.45(non-consolidated)

Reference: Non-consolidated financial information of the Company for the period

from April 1,1998 to March 31,1999.

Net sales		Operating income [ % of increase or decrease(-) ]		Ordinary income		Net income	
201,600	-2.9%	13,890	0.4%	15,590	1.9%	7,490	-7.0%

  

Net income per share primary	Net income per share diluted	Total assets	Shareholders' equity
¥199.85	-	160,918	128,750

**Consolidated Balance Sheets**

(Unit: ¥ million)

Assets	Current period (March 31, 1999)	Previous period (March 31, 1998)	Increase or decrease(-)
Current assets	(85,532)	(86,954)	( -1,421)
Cash and deposits	11,785	7,899	3,886
Trade notes and accounts receivable	12,076	12,742	-666
Marketable securities	35,224	42,255	-7,030
Inventories	14,379	14,396	-17
Short-term loans	1,713	1,476	237
Accounts receivable-other	7,771	5,985	1,785
Other current assets	2,178	2,374	-195
Deferred income taxes	1,964	-	1,964
Allowance for doubtful receivables	-1,560	-175	-1,384
Fixed assets	(86,336)	(74,298)	(12,037)
Tangible fixed assets	(48,038)	(40,672)	( 7,365)
Buildings and structures	20,104	16,707	3,396
Machinery and equipment	-	2,861	-2,861
Machinery, equipment, cars and other transportation	2,522	-	2,522
Cars and other transportation equipment	-	52	-52
Tools, furniture and fixtures	5,630	5,188	442
Land	18,856	14,038	4,817
Construction in progress	924	1,823	-899
Intangible fixed assets	( 730)	( 788)	( -58)
Good will	296	-	296
Other intangible fixed assets	433	788	-355
Investments	(37,568)	(32,836)	( 4,731)
Investment securities	2,622	2,441	180
Long-term loans	5,922	5,191	730
Long-term prepaid expenses	2,260	2,303	-42
Rental deposits	24,107	21,350	2,757
Deferred income taxes	1,235	-	1,235
Other investments	1,698	1,610	87
Allowance for doubtful receivables	-279	-61	-217
Deferred charges	( -)	( 290)	( -290)
Bond discount charges	-	290	-290
Foreign currency translation adjustment	36	-	36
Goodwill	-	285	-285
<b>Total assets</b>	<b>171,905</b>	<b>161,828</b>	<b>10,077</b>
Note: Accumulated depreciation	18,100	11,944	

(Unit: ¥ million)

Liabilities, Minority interest and Shareholder's equity	Current period (March 31,1999)	Previous period (March 31,1998)	Increase or decrease(-)
Current liabilities	(31,669)	(33,052)	(-1,383)
Trade notes and accounts payable	11,668	10,333	1,335
Short-term borrowings	4,409	1,730	2,679
Current portion of bond	300	7,938	-7,638
Accounts payable-other	4,335	4,722	-386
Corporate and inhabitants taxes payable	5,591	2,326	3,265
Enterprise taxes payable	-	726	-726
Accrued expenses	3,590	2,298	1,292
Stock purchase warrants sold	-	1,235	-1,235
Other current liabilities	1,772	1,742	30
Long-term liabilities	(10,068)	( 8,044)	( 2,024)
Long-term borrowings	3,694	1,737	1,956
Accrued retirement benefits for directors and corporate auditors	798	750	48
Rental deposits received	5,375	5,306	69
Other long-term liabilities	200	249	-49
Foreign currency translation adjustment	-	10	-10
Minority interest	-	137	-137
Total liabilities	41,738	41,245	493
Minority interest			
Minority interest	1,546	-	1,546
Shareholder's equity			
Common stock	31,958	31,958	-
Additional paid-in capital	31,719	31,719	-
Consolidated retained earnings	64,943	-	64,943
Earned surplus	-	701	-701
Retained earnings	-	56,203	-56,203
Treasury stock, at cost	-0	-0	-0
Total shareholders' equity	128,527	120,583	7,944
Total Liabilities, Minority interest and Shareholder's equity	171,905	161,828	10,077
Note: Number of treasury stock	93 shares	99 shares	

**Consolidated Statements of Income**

(Unit: ¥ million, %)

	Current period Year ended March 31, 1999		Previous period Year ended March 31, 1998		Increase or decrease(-)	
	Amount	Ratio	Amount	Ratio	Amount	Ratio
Net sales	213,489	100.0	215,350	100.0	-1,861	-0.9
Cost of goods sold	152,861	71.6	157,634	73.2	-4,773	-3.0
Gross profit	60,627	28.4	57,715	26.8	2,911	5.0
Selling, general and administrative expenses	47,210	22.1	44,312	20.6	2,897	6.5
Operating income	13,417	6.3	13,402	6.2	14	0.1
Non-operating income	( 4,623)	2.1	( 3,305)	1.5	( 1,318)	40.0
Interest and dividend income	794		852		-57	
Other income	3,829		2,453		1,375	
Non-operating expenses	( 2,785)	1.3	( 1,753)	0.8	( 1,032)	58.9
Interest and discount charges	437		410		26	
Equity in losses of affiliates	18		-		18	
Other expenses	2,329		1,343		986	
Ordinary income	15,255	7.1	14,954	6.9	300	2.0
Extraordinary gains	( 1,235)	0.6	( -)	-	( 1,235)	-
Reversal of stock purchase warrants sold	1,235		-		1,235	
Extraordinary losses	( 280)	0.1	( 533)	0.2	( -253)	-47.5
Loss on revaluation of investment securities	203		533		-253	
Loss on disposal of fixed assets by sale	6		-		6	
Loss on disposal of fixed assets	69		-		69	
Income before income taxes	16,210	7.6	14,420	6.7	1,789	12.4
Corporate and inhabitants taxes	-	-	6,834	3.2	-6,834	-
Corporate, inhabitants and enterprise taxes	10,014	4.7	-		10,014	-
Deferred income taxes	1,641	0.8	-		1,641	-
Minority interest in net income of consolidated subsidiaries	33	0.0	-3	-0.0	36	-
Amortization of goodwill	-	-	96	0.1	-96	-
Equity in losses of affiliates	-	-	79	-0.0	79	-
Net income	7,869	3.7	7,407	3.4	462	6.2

## Consolidated Statements of Retained Earnings

(Unit: ¥ million)

	Current period Year ended March 31, 1999	Previous period Year ended March 31, 1998	Increase or decrease(-)
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Consolidated Retained earnings,			
beginning of year	( 56,905)	-	-
Retained earnings, beginning of year	56,203	53,135	3,068
Legal reserve, beginning of year	701	-	701
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Increase in consolidated Retained earnings	( 1,558)	( -)	( 1,558)
Deferred income taxes (beginning of period)	1,558	-	1,558
Decrease in consolidated Retained earnings	( 1,391)	-	( 1,391)
Decrease in Retained earnings	-	( 4,338)	( -4,338)
Transfer to legal reserve	-	150	-150
Dividends	1,330	1,351	-21
Bonuses to directors and corporate auditors	60	87	-26
Shares repurchased	-	2,748	-2,748
Net income	7,869	7,407	462
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Consolidated Retained earnings,			
end of year	64,943	-	64,943
Retained earnings, end of year	-	56,203	-56,203
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